



HG METAL MANUFACTURING LIMITED
(Company Registration No. 198802660D)

RECEIPT OF ARBITRAL AWARD

Capitalised words which are not defined in this announcement shall carry the same meanings ascribed to them in the announcements dated 8 September 2015, 10 November 2017 and 5 September 2018 (“Announcements”).

The Board of Directors (the “**Board**”) of HG Metal Manufacturing Limited (the “**Company**”) refers to the Announcements in relation to the legal proceedings against the shareholders of Gayathri Steels Pte. Ltd., namely Vashiharan Navaratnam and Sherine Sangeetha Navaratnam, (the “**Respondents**”) who have guaranteed its debts. The Board wishes to update its shareholders that the arbitration tribunal has found in favour of the Company, and has ordered, among others, that:

1. The Respondents are jointly and severally liable to pay the Company damages in the sum of S\$404,736.10 and US\$1,230,187.73 respectively;
2. Interest is payable on the above sums, at the rate of (i) three-month LIBOR for US\$ as at 5 April 2019 plus 1%, calculated from 5 April 2019 up to 23 April 2020; and (ii) interest rate at 6% per annum from 23 April 2020 until the above sums are paid in full;
3. The Respondents are jointly and severally liable to reimburse HG Metal for S\$96,989.41 being the Tribunal’s and SIAC’s fees and expenses; and
4. All S\$ amounts are payable in US dollars at the applicable conversation rate as at 23 April 2020.

The Company is currently seeking legal advice on the enforcement of the award.

The Company will keep shareholders informed of any material developments as and when they occur.

By Order of the Board

Foo Sey Liang
Executive Director

27 April 2020